

United States Court of Appeals
for the Ninth Circuit

NATIONAL LABOR RELATIONS BOARD, PETITIONER

v.

R. B. GUERIN, RAYBURN B. GUERIN, AND ED R. GUERIN,
INDIVIDUALLY AND AS COPARTNERS, DOING BUSINESS
AS R. B. GUERIN & COMPANY, GENERAL MANAGERS,
RESPONDENTS

FOR ENFORCEMENT OF AN ORDER OF THE NATIONAL
LABOR RELATIONS BOARD

FOR THE NATIONAL LABOR RELATIONS BOARD

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FILED



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Miscellaneous:

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the United States Court of Appeals
for the Ninth Circuit

No. 12994

NATIONAL LABOR RELATIONS BOARD, PETITIONER

v.

S. GUERIN, RAYBURN B. GUERIN, AND ED R.
N, INDIVIDUALLY AND AS COPARTNERS, DOING
BUSINESS AS R. B. GUERIN & COMPANY, GENERAL
FACTORS, RESPONDENTS

PETITION FOR ENFORCEMENT OF AN ORDER OF THE NATIONAL
LABOR RELATIONS BOARD

FOR THE NATIONAL LABOR RELATIONS BOARD

JURISDICTION

Case is before the Court upon the petition of
National Labor Relations Board (hereinafter
the Board) for enforcement of its order
(10) issued against respondents on January
pursuant to Section 10 (c) of the National
Labor Relations Act, as amended (61 Stat. 136, 29
Supp. IV, Sec. 151 *et seq.*, hereinafter referred
to as the Act.)¹ The Board's decision and order are
in 92 NLRB No. 255. This Court has juris-

unfair labor practice in question (the discharge of employee Dick Spicher for nonmembership in the organization) occurred in Modoc County, California, within this judicial circuit.

STATEMENT OF THE CASE

A. The Board's findings of fact and conclusions of law

1. The business of the respondents

In July 1949 at the time of the unfair labor practice here involved, respondents, general contractors, were principally engaged under contract with the State of California in filling, grading, and paving 8.1 miles of California State Highway 28 between Cedarville and Tom's Creek, Modoc County, California (R. 21, 57; 65, 76-77).³ At the time Highway 28 runs in an easterly direction and is the link between the last highway junction in California (with United States Highway 395) and the highway system of the State of Nevada, the portion of which it crosses a few miles east of the site at which respondents worked (R. 21-23, 57; 65). The portion of the highway on which respondents worked appears to be the main traffic artery connecting northeast California and northwest Nevada (R. 23; 76-77). From June 1, 1949, to June 30, 1949, respondents' direct out-of-State purchases were

² The Board adopted the findings, conclusions, and recommendations of the Trial Examiner with certain additional modifications (R. 56).

³ Record references which precede the semicolon are to the

machinery, partly new, valued at \$300,000, for the most part, was manufactured and assembled in States other than California (R. 21-22, 72-76). Upon these facts the Board found respondents were engaged in interstate commerce within the jurisdiction of the Board (R. 56-57).

Employment of Employee Spicher as a man supposedly cleared by the Union respondents had subcontracted part of the work on way 28 to the firm of Muerin and Cox (R. 131-132). When one of the caterpillar tractors used on the job required overhauling, Muerin requested respondents to overhaul it at his expense (R. 30; 100-101). However, when Muerin became dissatisfied with the work of the mechanic whom respondents had assigned to that job, respondent Ed R. Guerin told respondents to find a mechanic satisfactory to him (R. 30; 100-101). Muerin thereupon asked Dick W. Spicher, an experienced heavy duty mechanic (R. 34; 100-101, 102), who was then working at Cedarville, to come to Cedarville to work on the job (R. 30, 33; 92-93, 102-103, 106-128). One of respondents' office employees contacted Spicher on July 5, 1949, telling him to come to Cedarville, and expressly advised him that respondents had cleared him with Operating Engineers Local Union No. 3 of the International Union of Operating Engineers, hereinafter called the Union (R. 93, 98-99). At that time respondents' policy was to hire only men approved by the Union in order to avoid a work stoppage by union men on the job.

3. The firing of Spicher upon the Union's refusal to clear

After signing papers at respondent's field July 6, 1949, Spicher actually reported for respondent's shop on the project on July 7, 1949 (R. 93-94, 99, 101, 127-130). That day he performed work on various equipment to which Lloyd Martin, respondent's chief mechanic, assigned him, including a Caterpillar tractor (R. 31; 129).

When Spicher reported for work the next morning, July 8, in the morning, Martin told him to report back for the evening shift, starting at 3:30 p.m. (R. 31; 94). Returning at that time, Spicher met outside the shop by Archibald, the business manager of the Union, who asked whether Spicher had a union book and clearance from the Union (R. 31; 102). Spicher replied that he did not have a union book with him and that he had been cleared by the Union through respondents' office (R. 31; 94). By that time Master Mechanic Martin had closed the shop and joined Spicher and Archibald (R. 31; 95, 103). Archibald asked Martin, who was a member of the Union himself (R. 31; 88), whether he had seen Spicher's clearance. Martin replied that he had not (R. 31; 95, 103). Thereupon Archibald told Spicher: "There is nothing I can do for you at present, then," adding that he had men at the Local Union for jobs (R. 31; 95, 103-104). Archibald asked Martin whether he could get along without Spicher

had power to discharge employees (R. 40; told Spicher "I guess I can't use you, then" and Archibald went away together (R. 32;

thereupon left the job (R. 32; 96). He only for his work on July 7, 1949 (R. 32). Spicher had filed a charge against respondents Board, and after some correspondence had between respondents and the Board's Regional San Francisco,⁴ respondents offered Spicher ment on September 21, 1949 (R. 32; 133).

se facts, the Board found that Spicher was l by respondents because of the refusal of a to "clear" him, and that such discharge Section 8 (a) (3) and (1) of the Act (R.

B. The Board's order

ard ordered respondents to cease and desist ouraging membership of their employees in a or any other labor organization by dis- employees or in any other manner discrim- against them with regard to hire or conditions yment, and from in any other manner in- with, restraining or coercing their employees ercise of the rights protected by the Act. vely, the order requires respondents to make

eing served with the charge, respondents wrote the gional Office on July 28, 1949, stating their "under- at [they] must employ union members in good stand- willing to become affiliated with a union or else have ull their members off the project" and their conclud-

September 21, 1949, and to post appropriate
(R. 58-60).

ARGUMENT

I

**Respondents are engaged in interstate commerce
Board properly asserted jurisdiction over their operations**

In the light of settled authority establishing the right of the State to regulate the repair and maintenance of highways constituting interstate commerce, respondents' operations in repairing California Highway No. 28 at the points where it necessarily carried traffic between California and Nevada were plainly subject to the jurisdiction of the Board. *Overstreet v. North Shore Co.*, 307 U. S. 125, 129-130; *Bennett v. Loftis*, 167 U. S. 411 (C. A. 4), and cases there cited. An equal basis for the Board's assertion of jurisdiction may be found in respondents' purchases of materials directly from without the State and their use of new equipment manufactured and assembled outside the State. *N. L. R. B. v. Denver Bldg. Co.*, 307 U. S. 675, 683-684; *N. L. R. B. v. Townsend*, 307 U. S. 378, 382 (C. A. 9), certiorari denied, 341 U. S. 838. Respondents' suggestion that the Board should have declined as a matter of policy to assert jurisdiction here is not well taken, for the Board's jurisdictional policy expressly includes operations such as those of respondents' (see *Hollow Tree Lumber Co.*, 26 L. R. B. No. 113, 26 L. R. R. M. 1543; *Depey Co.*, 92 NLBB No. 36, 27 L. R. B. M. 1057).

Providing the Board acts within its and constitutional power, it is not for the say when that power should be exercised." *Id.* case, *supra*, 185 F. 2d at 383.

II

all evidence supports the Board's finding that respondents discharged Spicher for nonmembership in the violation of Section 8 (a) (3) and (1) of the Act

Evidence summarized above (pp. 4-5) establishes respondents' master mechanic Martin, who had to discharge employees, was advised by Union that it had not cleared Spicher for employment, and that Martin thereupon told Spicher, "I can't use you, then."⁵ This evidence fully supports the Board's finding that respondents discharged Spicher because he was not "cleared" for employment by the Union. That a discharge under these circumstances contravenes Section 8 (a) (3) is well settled to require argument. *N. L. R. B. v. Camera Corp.*, 180 F. 2d 445, 447 (C. A. 9), and cases cited.⁶

Respondent's denial that he made this statement raised a conflict between his testimony and that of Spicher. The Trial Examiner accepted his reasons for accepting Spicher's version (R. 32, n. 7). The Board adopted the Trial Examiner's credibility findings. See *Camera Corp. v. N. L. R. B.*, 340 U. S. 474, 488.

There is no contention that respondents had a valid union agreement permitting discharge for nonmembership in the union (R. 42-43). Moreover, no such contract could lawfully require the discharge of a newly hired employee within 30 days of hiring, and even after that period discharge could be required only for nonpayment of union dues and initia-

Spicher was hired by mistake, that he was not to do the work, and that he left the job of accord either because he discovered he could not do the work,⁷ or because of some compulsion by the Union. In rejecting these contentions the Examiner and the Board relied not only upon the uncredited testimony as to the circumstances of Spicher's termination (*supra*, pp. 4-5) but also upon the testimony that he had talked to Muerin about the job before he was hired (R. 33; 127), upon the absence of any credible evidence that he was not qualified for the job (R. 33-34; 121-125), and upon respondent Ed R. Muerin's admission that respondents would not retain employees not "cleared" by the Union (R. 35-40). In addition to the grounds expressed by the Board for rejecting respondents' contentions, it may be noted that the contentions as to "mistaken identification" and "want of qualifications" are palpable after a review of which respondents not only failed to advance any letter to the Board written 3 weeks after Spicher's discharge (see *supra*, note 4), but which are inconsistent with the reasons there stated. Moreover, in the letter and in his testimony, respondent Muerin Guerin did not rely upon the simple allegation that Spicher had quit but instead explained his termination in the light of the Union's economic pressure upon the respondents. It is, of course, beyond dispute

⁷ Respondents nowhere explain the contradiction between Spicher's returning to his job twice on July 8 (*supra*

tion of economic hardship is not an excuse for
the Act. *N. L. R. B. v. Star Publishing Co.*,
465, 470 (C. A. 9); *N. L. R. B. v. Graham*,
787, 788 (C. A. 9); *N. L. R. B. v. Gluek*
Co., 144 F. 2d 847, 853-854 (C. A. 8), and
are cited.

Board's finding that respondents discharged
because of the Union's refusal to "clear" him
employment is therefore supported not only by
direct testimony of the dischargee, but by the
evidence respondents' contentions upon analysis actu-
ally support the Board's finding. Since this
finding of fact is thus supported by substantial
evidence on the record considered as a whole, it follows
that the Board properly concluded that Spicher's
discharge violated Section 8 (a) (3).

III

The Board's procedure was valid and proper

Respondents contended that the entire proceeding
should be dismissed because the Board in its com-
position had not joined the Union and the Associated
General Contractors of America ("AGC")⁸ as parties
to the proceeding. If this objection were well taken the
Board would be powerless to remedy the unfair labor
practice in this case, for the scheme of the National
Labor Relations Act is such that no person can be
a party respondent who has not been named in

Respondents belonged to AGC, which had a contract recog-
nized by the Union as exclusive bargaining representative. The

a charge, and no charge was filed against AGC or the Union. However, the objection be devoid of merit even in private litigation so all the more in the light of the public protected by the administrative proceeding Board.

Neither the AGC nor the Union were "ne parties in the accepted sense that their part was necessary in order to adjudicate the en troversy. Had they been "necessary" part non-joinder would still be excusable because a ment that these parties, not named in any e joined would have deprived the Board of ju to proceed in the case. Cf. Federal Rules Procedure, Rule 19 (b). Since the contro between the Board and the respondent comp not extend to AGC and the Union, and

⁹ Pursuant to Section 10 (b), "the Board * * * power to issue * * * a complaint" "whenever it that any person has engaged * * * in any * * labor practice." See *N. L. R. B. v. Hopwood Retinnin*. 98 F. 2d 97, 102 (C. A. 2). This statutory scheme ha in cases of discriminatory discharges caused by unions in proceedings against the employer alone like the p also in proceedings against the union alone. See *e. g. Union of Marine Cooks and Stewards, C. I. O.*, December 92 N. L. R. B. No. 147, 27 L. R. R. M. 1172; *Pen and Per ers, Local 19,593*, October 10, 1950, 91 N. L. R. B. N L. R. R. M. 1583; *International Union, United Automoi ers, Local 291*, December 27, 1950, 92 N. L. R. B. N L. R. R. M. 1188; *International Heat and Frost Insu Asbestos Workers, Local 7, AFL*, December 21, 1950, 92 134, 27 L. R. R. M. 1154. In those cases the Board o respondent union to make the discharges whole

tion by the Board does not affect, or interfere with, any legal right of these entities, they are, therefore, not "indispensable" parties. "If the case is completely decided, as between the litigant and the circumstance that an interest exists in the person, whom the process of the court reaches, * * * ought not to prevent a decree on its merits." *Elmendorf v. Taylor*, 10 Wheat. 17-168, as quoted by Mr. Justice Curtis in *Barrow*, 17 How. 130, 142; Moore's Federal Practice (2d ed. 1948) Par. 19.07.¹⁰

Under these circumstances¹¹ it is unnecessary to inquire to what extent the traditional rules on compulsory joinder of parties apply to Board proceedings. Suffice it to refer to the statement of the Supreme Court in *Barrow* that a proceeding so narrowly restricted to the protection and enforcement of public rights, there is no hope or need for the traditional rules govern-

ing. If the Union been joined as a party and found to have violated the Act, respondents would have been jointly and severally liable with the Union. *Union Starch & Refining Co. v. United States*, 186 F. 2d 1008, 1013-1014 (C. A. 7), certiorari denied, 338 U. S. 838, 70 S. Ct. 133, 1951. By analogy to the law governing joint tortfeasors it follows that the Union was not an indispensable party. Respondents are not indispensable or necessary to an action brought by one of their number, because their liability is both joint and several. Moore's Federal Practice (2d ed. 1948) Par. 19.07; *First Nat. Bank v. Johnson*, 251 U. S. 68, 84; *Mason v. Board of Directors*, 82 Fed. 689, 690 (C. A. 7).

Respondent's objection to the nonjoinder of the AGC was overruled by the Board's declaration that, unlike the Trial Court, it did "not predicate [its] findings herein on any evidence relating to the organization and functions of The Asso-

private rights." *National Licorice Co. v. N. L.*
309 U. S. 350, 363. See also *N. L. R. B. v.*
& Michigan Electric Co., 124 F. 2d 50, 53-55
6), and cases there discussed, affirmed with
discussion of this point, 318 U. S. 9.

CONCLUSION

It is respectfully submitted that the Board properly assumed jurisdiction of this case, that its findings are supported by substantial evidence on the record considered as a whole, that its order is valid and that a decree should issue enforcing the order in part prayed in the Board's petition.

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NOVEMBER 1951.

APPENDIX

relevant provisions of the National Labor Act, as amended, in effect at the times relevant 61 Stat. 136, U. S. C. Supp. IV, Sec. 151, are as follows:

DEFINITIONS

c. 2. When used in this Act—

* * * * *

6) The term "commerce" means trade, traffic, commerce, transportation, or communication among the several States, or between the District of Columbia or any Territory of the United States and any State or other Territory, or between any foreign country and any State, Territory, or the District of Columbia, or within the District of Columbia or any Territory, or between points in the same State but through any other State or any Territory or the District of Columbia or any foreign country.

7) The term "affecting commerce" means commerce, or burdening or obstructing commerce or the free flow of commerce, or having or tending to lead to a labor dispute burdening or obstructing commerce or the free flow of commerce.

RIGHTS OF EMPLOYEES

SEC. 7. Employees shall have the right to self-organization, to form, join, or assist labor organizations, to bargain collectively through representatives of their own choosing, and to engage in other concerted activities for the purpose of collective bargaining or other mutual aid or protection, and shall also have the right to refrain from any or all of such

may be affected by an agreement membership in a labor organization a tion of employment as authorized in 8 (a) (3).

UNFAIR LABOR PRACTICES

SEC. 8. (a) It shall be an unfair practice for an employer—

(1) To interfere with, restrain, employees in the exercise of the rights guaranteed in Section 7;

* * * *

(3) By discrimination in regard to the tenure of employment or any term or condition of employment to encourage or discourage membership in any labor organization. *Provided*, That nothing in this Act, or in any statute of the United States, shall prevent an employer from making an agreement with a labor organization (not established, maintained, or assisted by any action in violation of Section 8 (a) of this Act as an unfair practice) to require as a condition of employment membership therein on or before the thirtieth day following the beginning of such employment or the effective date of such agreement, whichever is the later, (i) if such organization is the representative of the employees as provided in Section 9 (a) of this Act by such agreement when made; and (ii) following the most recent election held in accordance with the provisions provided in Section 9 (e) the Board of Contract Administration have certified that at least a majority of the employees eligible to vote in such election have voted to authorize such labor organization to make such an agreement: *Provided*, That no employer shall justify any d

grounds for believing that such member was not available to the employee on the terms and conditions generally applicable to other members, or (B) if he has reasonable grounds for believing that membership was denied or terminated for reasons other than the failure of the employee to tender the periodic dues and the initiation fees uniformly required as a condition of acquiring or maintaining membership;

* * * * *

PREVENTION OF UNFAIR LABOR PRACTICES

SEC. 10. (a) The Board is empowered, as hereafter provided, to prevent any person from engaging in any unfair labor practice (listed in Section 8) affecting commerce. This power shall not be affected by any other means of adjustment or prevention that has been or may be established by agreement, law, or otherwise.

* * *
c) * * * If upon the preponderance of the testimony taken the Board shall be of the opinion that any person named in the complaint was engaged in or is engaging in any such unfair labor practice, then the Board shall state its findings of fact and shall issue and cause to be served on such person an order requiring such person to cease and desist from such unfair labor practice, and to take such affirmative action including reinstatement of employees with or without back pay, as will effectuate the policies of this Act * * *.

e) The Board shall have power to petition any circuit court of appeals of the United States (including the United States Court of Appeals for the District of Columbia), or if all the circuit courts of appeals to which application may be made are in vacation, any district court

spectively, wherein the unfair labor
in question occurred or wherein such
resides or transacts business, for the
ment of such order and for appropri
porary relief or restraining order,
certify and file in the court a transcr
entire record in the proceedings, incl
pleadings and testimony upon which s
was entered and the findings and ord
Board. Upon such filing, the court s
notice thereof to be served upon suc
and thereupon shall have jurisdic
proceeding and of the question d
therein, and shall have power to g
temporary relief or restraining ord
deems just and proper, and to make
upon the pleadings, testimony, and pr
set forth in such transcript a decree
modifying, and enforcing as so mo
setting aside in whole or in part the
the Board. No objection that has
urged before the Board, its member,
agency, shall be considered by the cou
the failure or neglect to urge such
shall be excused because of extraord
cumstances. The findings of the B
respect to questions of fact if support
stantial evidence on the record consid
whole shall be conclusive. * * *